COUNTY COUNCIL

OF

HARFORD COUNTY, MARYLAND

BILL NO. <u>76-135</u>

Introduced by Council Fresident Freeman
Legislative Day No. 76-40 Date: December 21, 1976
AN EMERGENCY ACT to repeal Sections 219(c), (d) and (e) and 504A of the Code of Public Local Laws of Harford County (1965 Edition, as amended), heading, "Central Procurement Office", "Procurement Policy Board", "Penalty for Noncompliance", and "Expenditure Procedure", respectively, and to repeal Article 10, heading, "Department of Procurement", of Chapter 2, heading, "Administration", of the Harford County Code (1975), and to provide that new Article 10, heading, "Procurement", be, and it is hereby added to Chapter 2, heading, "Administration", of the Harford Count Code (1975) to stand in lieu of the Article and Sections repealed, to provide for procurement rules and regulations in accordance with Sections 414 and 415 of the Charter of Harford County, Maryland, and further to provide for certain definitions, duties of the Director, a Board of Estimates, duties and powers, and to generally provide for contracting, procurement and purchasing by Harford County, Maryland.
By the Council, December 21, 1976
Introduced, read first time, ordered posted and public hearing scheduled
on: January 18, 1977
at: 7:00 P.M.
By Order: Layla Markowskity, Secretary
PUBLIC HEARING
Having been posted and Notice of time and place
of hearing and Title of Bill having been published according to the
Charter, a public hearing was held on
and concluded on <u>January 18, 1977</u> .
Augsla Markowski, Secretary

3 PAGE 278 LIBER

1 Section 1. Be It Enacted By The County Council Of Harford County, 2 Maryland, that Sections 219(c), (d) and (e) and 504A of the Code 3 of Public Local Laws of Harford County (1965 Edition, as amended), 4 heading, "Central Procurement Office", "Procurement Policy Board", 5 "Penalty for Noncompliance", and "Expenditure Procedure", be, and 6 they are hereby repealed, and that Article 10, heading, "Department of Procurement", of Chapter 2, heading, "Administration", of the 8 Harford County Code (1975), be, and it is hereby repealed, and that new Article 10, heading, "Procurement", be, and it is hereby 10 added to Chapter 2, heading, "Administration", of the Harford County 11 Code (1975), to stand in lieu of the Article and Sections repealed, all to read as follows: 12

- CHAPTER 2. ADMINISTRATION. 13||
- ARTICLE 10. PROCUREMENT. 14
- Section 2-120. Short Title.
 - (a) This Article shall be known and may be cited as the Procurement Law for Harford County, Maryland.
- Section 2-121. Applicability.
- (a) This law shall apply to all agencies of Harford County, 20 Maryland, and may apply to other agencies that receive or disburse 21 County funds to the extent requested by those agencies and as permitted by law.
- 23 Section 2-122. Definitions.
- 24 (a) For the purposes of this Article, the following terms, phrases, words and their derivations shall have the meaning given 25 herein. When not inconsistent with the context, words used in the 26 present tense include the future, words in plural number include 28 the singular number and words in the singular number include the plural number. The word "shall" is always mandatory and not 29 merely directory.

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3 PAGE 279 LIBER

- (1) Agencies means all offices, departments. institutions, boards, commissions and all other organizational elements of Harford County, Maryland.
- (2) Awarding Authority means that person or group of persons who have the authority to award contracts on behalf of Harford County, Maryland.
- (3) Bid Deposit or Bid Bond means a bid guarantee or security accompanying a bid as assurance that the bidder will not withdraw his bid within the period specified therein for acceptance and will execute a written contract and furnish such bonds as may be required.
- (4)Bidders List means a current file maintained 13 | in the Department of Procurement of sources of supply for each category of goods or services the County may expect to purchase.
 - Board of Estimates. The Board of Estimates is composed of the County Executive or his designee, the President of the County Council or another Councilman as his designee, one (1) citizen of Harford County, Maryland, appointed by the County Executive, one (1) citizen of Harford County, Maryland, appointed by the County Council, the Director of the Department of Procurement, the Director of the Department of Public Works and the Treasurer of Harford County. The County Executive shall be the Chairman of the Board and the Director of the Department of Procurement shall act as the Secretary.
 - (6) Capital Improvement Project means any public improvement undertaken by the County, including the construction or reconstruction in whole or in part of any road, bridge, street, building, water or sewer facilities or any other similar physical structure or facility necessary in carrying out the activities of the County Government.

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3 PAGE 280 LIBER

- 1 (7) Charter shall mean the Charter of Harford County, Maryland.
- (8) Consultant or Other Professional Services 4 means the services of architects, engineers, consultants or other firms or persons possessing a high degree of technical skill. The term shall not include physicians' services, and the services of special legal counsel procured pursuant to Section 403(c) of the Charter.
- (9) Contractual Services shall mean and include all 9 telephone, gas, water, electric light and power service; towel and cleaning service; insurance; leases for all grounds, buildings, 12 offices or other space required by the using agencies; and the 13 rental, repair or maintenance of equipment, machinery and other 14 County owned personal property. Except as otherwise provided for in this Chapter, the term shall include all contracts for Capital 15 Improvement Projects. The term shall not include professional and other contractual services which are in their nature unique 17 and not governed by this Article or the Charter. 18
 - (10) County shall mean Harford County, Maryland.
 - (11) County Council shall mean the duly elected County Council of Harford County, Maryland.
 - (12) County Executive shall mean the duly elected County Executive of Harford County, Maryland.
 - (13) County Procurement Officer shall mean and be the Director of the Department of Procurement.
 - (14) Director shall mean the Director of the Department of Procurement.
 - (15) Local Bidder means a bidder whose principal place of business is physically located in Harford County.
 - (16) Lowest Responsible Bidder shall mean the

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1 lowest bidder as determined in accordance with this Article by 2 Harford County, Maryland.

- (17) Payment Bond means a bond which is executed in connection with a contract and which secures the payment of all persons supplying labor and material in the prosecution of the work provided for in the contract.
- (18) Performance Bond means a bond which is executed in connection with a contract and which secures the performance and fulfillment of all the undertakings, covenants, terms, conditions and agreements contained in the contract.
- (19) Prequalified Bidder means a bidder who has submitted a fully completed contractor's qualification questionnaire and that has been approved by the Director.
- (20) Supplies shall mean and include all supplies, materials and equipment.
- (21) Using Agency is any office, department, institution, board, commission or corporation that is a subordinate element of Harford County, Maryland, and all offices, departments, institutions, boards, commissions and corporations which receive or disburse County funds that elect to use the Department of Procurement of Harford County as their purchasing agent.
- 23 Section 2-123. Procurement Objectives.
 - $\hbox{(a)} \quad \hbox{To conduct all procurement activities in accordance} \\$ with the laws of Harford County.
 - (b) To minimize the cost of satisfying the County's needs for supplies, equipment, capital improvement projects and services stressing quality and fair competitive relations.
 - (c) To conduct all procurement activities in such a manner as to maintain good business relationships.

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3 PAGE 282 LIBER

- (d) To give equal opportunity to all qualified bidders.
- To have requirements available on schedule, in proper quantity and in accordance with specifications.
- (f) To avoid the stigma of favoritism to certain contractors in any way in which influential or preferential allocation of business can be indicated or inferred.
- (g) To maintain open records of firms solicited, prices quoted, prices paid for all supplies, equipment, capital improvement projects and services purchased for the County. Section 2-124. Standards of Conduct.
- (a) All County personnel engaged in procurement and related activities shall conduct business dealings with 12 contractors in a manner above reproach in every respect. Trans-13 actions relating to the expenditure of public funds require the highest degree of public trust to protect the interests of the County. The official conduct of County personnel engaged in 16 procurement and related activities must be such that the individual would have no reticence about making a full public disclosure thereof.
 - Section 2-125. The Department of Procurement shall be as established by the Charter of Harford County, Maryland, and as is further implemented by law.
- 23 Section 2-126. Director of the Department of Procurement.
 - (a) The Department of Procurement shall be administered by the Director of the Department of Procurement. He shall have had a responsible position in procurement or purchasing over a period of at least five (5) years prior to his appointment and shall have demonstrated ability in the management of procurement or purchasing.
 - (b) The Director shall be responsible for:

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- (1) Providing for the purchasing or contracting
 for supplies and contractual services including capital projects
 and consultant services needed by all agencies of Harford County,
 Maryland, or any other public or quasi-public agency that elects
 to utilize the services of the Department, in accordance with and
 in the manner prescribed by the County Council by law.
 - (2) Providing for the purchase, sale or lease of real property by the County in accordance with and in the manner prescribed by the County Council by law.
 - (3) Performing such other duties as may be prescribed by the County Executive or by legislative act of the County Council.
 - (4) Giving an official bond, to be approved by the Department of Law, in the sum of One Hundred Thousand Dollars (\$100,000). The bond shall be paid for by Harford County.
 - (c) Scope of Purchasing Authority. The Director shall have the power and it shall be his duty:
 - (1) Purchase or Contract. To provide for the purchasing or contracting for all supplies and contractual services including capital projects and consultant services needed by any using agency or Harford County, Maryland, in accordance with purchasing procedures as prescribed by this Article and such rules and regulations as the Director shall adopt for the internal management and operation of the Department of Procurement and such other rules and regulations as shall be prescribed by the County Executive.
 - (A) Exceptions. The Director shall not be responsible for providing for the purchasing of books, periodicals, organizational memberships, educational services and seminars; any interest in real property; and except as otherwise provided for

herein, physicians' services; special legal counsel and otherprofessional services customarily negotiated.

- (B) Unauthorized Purchases. Except as herein provided, it shall be unlawful for any County employee or officer to order the purchase of any supplies or make any contract within the purview of this Chapter other than through the procedures provided for in this Article and any purchase ordered or contract made contrary to the provisions hereof shall not be approved by the County and the County shall not be bound thereby.
- (d) Other Powers and Duties. In addition to the purchasing authority conferred in Subsection (c) above and in addition to any other powers and duties conferred by law, the Director shall:
- (1) Minimum Expenditure. Act to procure for the County the highest quality in supplies and contractual services at the least expense to the County.
- (2) Encourage Competition. Discourage uniform bidding and endeavor to obtain as full and open competition as possible on all purchases and sales.
- (3) Rules and Regulations. Establish and amend when necessary, all rules and regulations authorized by this Chapter and any other necessary to its operation, in accordance with the Charter.
- (4) Purchasing Analysis. Keep informed of current developments in the field of purchasing, prices, market conditions and new products, and secure for the County the benefits of research done in the field of purchasing by other governmental jurisdictions, national technical societies, trade associations having national recognition, and by private businesses and organizations.

3 PAGE 285 1 IBER

- (5) Forms. Prescribe and maintain such forms as 2 he shall find reasonably necessary to the operation of this Article. 3
 - (6) Standard Nomenclature. For standardized items, prepare and adopt a standard purchasing nomenclature for using agencies and suppliers.
 - (7) Vendors' Catalog File. Prepare, adopt and maintain a vendors' catalog file. Said catalog shall be filed according to materials and shall contain descriptions of vendors' commodities, prices and discounts.
 - (8) Bulk Purchases. Exploit the possibilities of buying "in bulk" so as to take full advantage of discounts.
 - (9) Federal Tax Exemptions. Act so as to procure for the County all Federal tax exemptions to which it is entitled.
 - (10) Cooperation with Department of Treasury. Cooperate with the Department of the Treasury so as to secure for the County the maximum efficiency in budgeting and accounting.
 - (11) Disqualification of Bidders. Have the authority to recommend to the Board of Estimates for disqualification the names of vendors who default on their quotations and to recommend that they be disqualified from receiving any business from the County for a stated period of time. Upon disqualifying a vendor or bidder, the Director shall notify the vendor or bidder in writing, and shall state the reasons for such disqualification.
 - (12) Maintain Records. Maintain complete and accurate records of all purchases and contracts hereinafter made by or for all using agencies and Harford County, Maryland.
 - (13) Vending Machine Contracts. Provide for the letting of contracts for the installation and maintenance of vending machines on County property.

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3 PAGE 286 LIBER

- 1 (14) Inventory List. Require the compiling and 2 maintenance of listing of all personal property and equipment 3 owned and operated by the using agencies and that these lists be 4 filed with the Director and updated periodically.
 - (15) Such other duties as may be provided from time to time by directive of the County Executive or by legislative act of the Council not inconsistent with the Charter and other applicable laws.
- Section 2-127. Procurement Assistance.
- (a) The Director of the Department of Procurement shall 11 have the authority to call upon any agency to furnish information or otherwise assist in the performance of purchasing functions and it shall be the duty of any such agency to furnish any such information or assistance as shall be within the agency's scope. Section 2-128. Consolidated Requirements.
- (a) Using agencies shall advise the Director of the Department of Procurement in advance as to their requirements in 17 order to secure quantity prices and discounts by consolidating requirements and bulk buying whenever practicable. Section 2-129. Cooperative Purchasing.
- (a) When considered in the interests of the County, the 21 Director of Procurement, with the approval of the County Executive, may undertake programs involving joint or cooperative 23 purchase with other public jurisdictions within the state or 24 with the State of Maryland. 25
- Section 2-130. Standardization and Specification. 26
 - (a) The Director of Procurement shall prepare and secure with the cooperation of the using agencies standard and written specifications, or classifications as appropriate, for supplies used by the various using agencies.

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3 PAGE 287 LIBER

1 Section 2-131. Requisition and Estimates.

- (a) All using agencies, either by or with the 3 authorization of the head of the Department under which the using 4 agency operates, shall file with the Director detailed 5 requisitions or estimates of their requirements in supplies and contractual services in such manner, at such times, and for such 7 future periods as the Director shall prescribe.
- (1) Unforeseen Requirements. A using agency shall 9 not be prevented from filing, in the same manner, with the Director 10 at any time a requisition or estimate for any supplies and contractual services, the need for which was not foreseen when the 12 detailed estimates were filed.
- (2) Revisory Power in Director. The Director shall 14 examine each requisition or estimate and shall have the authority 15 to recommend to the using agency revisions as to quantity, quality 16 or estimated cost. Revision as to quality shall not be less than established standards and specifications. 17

Section 2-132. Prohibition of Interest. 18

- (a) Any purchase or contract within the purview of this 20 Chapter in which the Director, or any officer or employee of the County is financially interested, directly or indirectly, shall be void, except that before the execution of a purchase order or contract the Council shall have the authority to waive compliance with this Section when it finds such action to be in the best interests of the County.
 - (b) Gifts and Rebates. The Director and every officer and employee of the County are expressly prohibited from accepting, directly or indirectly, from any person, company, firm or corporation to which any purchase order or contract is, or might be awarded, any rebate, gift, money or anything of

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3 PAGE 288 LIBER

1 value whatsoever, except where given for the use and benefit $2\|$ of the County. (See also Section 803 of the Charter and the 3 Code of Ethics.)

4 Section 2-133. Competitive Bidding Required.

- (a) Except as otherwise provided herein, all purchases 6 of, and contracts for, supplies and contractual services, and all 7 sales of personal property which has become obsolete and unusable 8 in an amount of Three Thousand Dollars (\$3,000) or more shall be 9 based on competitive bids. Trade-in of equipment and supplies may be a part of a purchase.
- 11 Section 2-134. Purchase Orders and Contracts.
- (a) All purchases made by the County, except from 13 petty cash and emergency purchases, shall be made by issuance of 14 a properly executed purchase order or by a duly executed contract. 15 Section 2-135. Purchase Descriptions and Specifications.
- 16 (a) Purchase descriptions, specifications, plans and 17 drawings shall state only the actual minimum needs of the County 18 and describe the required supplies, services, equipment or capital 19 improvement projects in a manner which will encourage maximum 20 competition. Purchase descriptions and specifications shall 21 set forth the essential physical and functional characteristics 22 of supplies, services, equipment or capital improvement projects 23 to be purchased. As many characteristics as are necessary to 24 express the minimum requirements of the County should be utilized 25 in preparing purchase descriptions, specifications, plans and 26 drawings such as (1) common nomenclature; (2) kind of material, 27 i.e., type, grade, etc.; (3) electrical data; (4) dimensions, 28 size or capacity; (5) principles of operation; (6) restrictive 29 environmental conditions; (7) intended use; (8) equipment with 30 which the item is to be used; (9) method of testing, inspection

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3 PAGE 289 LIBER

1 and acceptance; and (10) other pertinent information that further 2 describes the supplies, services, equipment or capital improvement 3 project. Purchase descriptions and specifications shall not be 4 written so as to specify a product or a particular feature of a 5 product peculiar to one (1) manufacturer, and thereby preclude 6 consideration of a product manufactured by another company, unless 7 it is determined that the particular feature is essential to the 8 County's requirements and that similar products of other 9 manufacturers lacking the particular feature would not meet 10 minimum requirements. Generally, the minimum acceptable 11 purchase description shall be the identification of a requirement 12 by use of a brand name followed by the words, Or Equal. Standard 13 specifications shall be utilized to the maximum extent possible 14 for repetitive requirements of supplies, services, equipment or 15 capital improvement projects common to the needs of more than one $16\parallel(1)$ agency.

17 Section 2-136. Budget Limitations and Allotments.

- (a) No purchase of supplies, services, equipment or 19 capital improvement projects shall be made for any agency of the 20 County in excess of available unencumbered appropriations or 21 allotments applicable thereto. Except for purchases in an amount 22 of not more than Fifty Dollars (\$50), and emergency purchases, 23 no purchase order or contract shall be executed or payment made 24 out of County funds for purchase of supplies, services, equipment 25 or capital improvement projects unless the County Treasurer or 26 his designee shall first certify that the funds for the proposed 27 purchase are available. (See also Section 520 of the Charter). 28 Section 2-137. Nondiscrimination in Contracts.
 - (a) No contract shall be awarded to any contractor unless the contract contains provisions obligating the contractor

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3 PAGE 290 LIBER

1 not to discriminate in any manner against any contractor. 2 employee or applicant for employment because of race, creed, color $^3\|$ or national origin and further obligating the contractor to 4 include similar provisions in all subcontracts, except subcontracts for standard commercial supplies, equipment or raw materials. 6 Section 2-138. Foreign Made Products.

- 7 (a) When bids or quotations are received on supplies 8 or equipment of domestic origin versus foreign origin, - price, quality, service and warranty being relatively equal - the domestic product shall be purchased.
- 11 Section 2-139. Buy Harford County.
- 12 (a) Purchasing supplies, equipment, capital improvement 13 projects and architectural-engineering-consultant services from 14 vendors and contractors whose place of business is physically 15 located in Harford County is considered to be in the best interest 16 of the County, and such purchases shall be made from local bidders 17 provided that price, quality and service are equal to that which 18 can be obtained from vendors whose place of business is located 19 outside Harford County.
- 20 Section 2-140. Rental in Lieu of Purchase.
- (a) Under certain circumstances, the County's equipment 21 22 requirements may be more economically filled by rental rather 23 than purchase. The decision to rent rather than purchase shall 24 be made by the Director of Procurement, after consultation with 25 the head of the using agency, on a case-by-case basis, and rental 26 should be used where it would be in the County's best interest. 27 Criteria to be considered in each case shall include (but not be 28 limited to):
- (1) The County requirement is of short duration. 30 and purchase would be costlier than rental.

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1	(2) The probability that the equipment will
2	become obsolete and that replacement within a short period will be
3	necessary.
4	(3) The equipment is special or technical, and
5	the lessor will provide the equipment as well as maintenance and
6	repair services at a lower cost than would otherwise be
7	available to the County. A lease for a term greater than one (1)
8	year's duration shall not be entered into without the approval
9	of the County Council.
10	Section 2-141. Warranties.
11	(a) Contracts and purchase orders normally involve
12	commercial warranty provisions which are standard or customary
13	in the trade. Warranties other than normal commercial warranties
14	shall be used only when it is found by the Director of Procuremen
15	to be in the best interest of the County after considering such
16	factors as:
17	(1) Nature of the item being purchased and its
18	end use.
19	(2) Cost of the warranty.
20	(3) Criticality of meeting specifications.
21	(4) Damages to the County that might be expected
22	to arise in event of a defective performance.
23	(5) Cost of correction or replacement in absence
24	of a warranty.
25	(6) Administrative cost and difficulty of
26	enforcing the warranty.
27	Section 2-142. Liquidated Damages.
28	(a) Liquidated damages provisions may be used in
29	contracts under such circumstances that time of delivery or
30	performance is such an important factor that the County may
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3 PAGE 292 LIBER

1 reasonably expect to suffer damages if the delivery or performance 2 is delinquent and when the extent or amount of such damages would 3 be difficult or impossible to ascertain or prove. When a 4 liquidated damages clause is used, the contract shall set forth 5 the amount which is to be assessed against the contractor for 6 each day of delay. The rate of assessment of liquidated damages 7 must be considered on a case-by-case basis and reasonably fixed 8 with reference to probable actual damages. Determination to use 9 liquidated damages provisions in a contract and determination as 10 to rate of assessment of liquidated damages shall be made by the 11 County Attorney after consultation with the using agency. 12 Liquidated damages provisions shall be included in all contracts 13 of Twenty-five Thousand Dollars (\$25,000) or more for capital 14 improvement projects. 15 Section 2-143. Bid Informalities and Irregularities.

- (a) The contract awarding authority, with the approval 16 17 of the County Attorney, may waive informalities and irregularities 18 in bids submitted if such irregularities do not violate any 19 applicable provisions of any rules and regulations or law if such 20 action is considered to be in the best interest of the County. 21 Section 2-144. Board of Estimates, Powers, Duties.
- (a) The Board of Estimates shall have the responsibility 23 for the awarding of all contracts awarded under the procedures of 24 Section 2-145 that are in an amount of Twenty-five Thousand 25 Dollars (\$25,000) or more; and shall award all contracts that 26 are awarded under Section 2-147 that are in an amount of Two 27 Thousand Five Hundred Dollars (\$2,500) or more; and shall also 28 approve all purchases, sales or leases of real property. All 29 other contracts shall be awarded by the County Executive or the 30 Director when such authority is delegated to him by the County Executive in writing.

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3 PAGE 293 LIBER

Section 2-145. Formal Contract Procedure.

- (a) All supplies and contractual services, except as $3 \parallel$ otherwise provided herein, when the estimated cost thereof shall exceed Three Thousand Dollars (\$3,000), shall be purchased by formal, written contract from the lowest responsible bidder, after due notice inviting bids. All sales of personal property which has become obsolete and unusable, when the estimated value shall exceed Three Thousand Dollars (\$3,000), shall be sold by formal written contract to the highest responsible bidder after due notice inviting bids.
 - (b) Notice Inviting Bids:
- (1) Newspaper. Notice inviting bids shall be 13 published at least once in at least one (1) newspaper in the County and at least ten (10) days preceding the last day set for the receipt of bids.
- (A) Scope of Notice. The newspaper notice 17 required herein shall include a general description of the 18 articles to be purchased or sold, shall state where bid blanks and specifications may be secured, and the time and place for 20 opening bids.
- (2) Prequalified Bidders' List. The Director 22 shall also solicit sealed bids from a representative number of 23 responsible prospective suppliers who have requested their names 24 to be added to a prequalified bidders' list, which the Director 25 shall maintain, by sending them a copy of such notice as will 26 acquaint them with the proposed purchase or sale. Invitations 27 sent to the vendors on the bidders' list shall be limited to 28 commodities that are similar in character and ordinarily handled 29 by the trade group to which the invitations are sent. Failure 30 to notify prospective suppliers on the vendors' or bidders' list shall not invalidate any bids or contracts.

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3 PAGE 294 LIBER

- (3) Bulletin Board. The Director shall also advertise all pending requests for proposals or sales by a notice posted on the public bulletin board in the County Office Building
- (c) Bid Deposits. When deemed necessary by the Director, bid deposits shall be prescribed in the public notices inviting bids. Unsuccessful bidders shall be entitled to return of the posted surety where the Director has required such. In addition to any other damage incurred by the County by the successful bidder's refusal to enter into the contract, a 10 successful bidder may be required to forfeit any surety required by the Director upon failure on his part to enter a contract within ten (10) days after notice of the award is sent to him, unless extended by the County.
 - (d) Bid Opening Procedure.
- (1) Sealed. Bids shall be submitted sealed to the 15 16 Director and shall be identified as a bid for a specific contract 17 on the envelope.
 - (2) Opening. Bids shall be opened in public at the time and place stated in the public notices.
 - (3) Tabulation. A tabulation of all bids received shall be posted for public inspection.
- (e) Rejection of Bids. The contract awarding authority 23 shall have the authority to reject all bids, parts of all bids or 24 all bids for any one (1) or more supplies or contractual services 25 included in the proposed contract, when the public interest will 26 be served thereby.
- (1) Bidders in Default to County. The awarding 27 28 authority shall not award a contract to a contractor who is in 29 default on the payment of taxes, licenses or other monies due the 30 County, regardless of whether or not the contractor would otherwise

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3 PAGE 295 LIBER

1 qualify as the lowest responsible bidder. Upon determining that 2 a contract is in default to the County, the Director shall notify 3 the contractor in writing, and shall state the reasons for such default. A bidder is not in default to the County if he is disputing the alleged monies due by appropriate administrative or judicial proceedings. 6

- (f) Award of Contract.
- (1) Authority in Director. The Director shall 9 have such authority to award and execute contracts as shall be 10 delegated to him in writing by the County Executive.
- (2) Lowest Responsible Bidder. Contracts shall be 12 awarded to the lowest responsible bidder. In determining "lowest 13 responsible bidder", in addition to price, the awarding authority 14 may consider:
- (A) The ability, capacity and skill of the 16 bidder to perform the contract or provide the service required.
- (B) Whether the bidder can perform the 18 contract or provide the service promptly, or within the time 19 specified, without delay or interference.
 - (C) The character, integrity, reputation, judgment, experience and efficiency of the bidder.
 - (D) The quality of performance of previous contracts or services to the County or other owners.
- (E) The previous and existing compliance 25 by the bidder with laws and ordinances relating to the contract 26 or service.
- (F) The sufficiency of the financial 28 resources and ability of the bidder to perform the contract or provide the service.
 - (G) The quality, availability and

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3 PAGE 296 LIBER

1 adaptability of the supplies or contractual services to the particular use required.

- (H) The ability of the bidder to provide future maintenance and service for the use of the subject of the contract.
- (3) Award to Other Than Low Bidder. When the award is not given to the monetarily lowest bidder, a full and complete statement of the reasons for placing the order elsewhere shall be prepared by the Director and filed with the other papers relating to the transaction. 10
 - (4) Tie Bids.
- (A) Local Vendors. If all bids received are 13 for the same total amount or unit price, quality and service being 14 equal, the contract shall be awarded to a local bidder, if the 15 tie bidders otherwise equally qualify as lowest responsible bidders.
- (B) Outside Vendors. Where subsection (A) 18 is not in effect, the County shall award the contract to one (1) 19 of the tie bidders by drawing lots in public, if the tie bidders otherwise equally qualify as lowest responsible bidders.
- (5) No Bids. If no bids are received where competitive bidding is required by this law, the Director is 23 authorized to proceed under Section 2-146 and/or Section 2-149, 24 whichever is more appropriate.
- (6) Performance; Payment and Maintenance 26 Bonds. The Director shall have the authority to require 27 performance and/or payment bonds, before a contract is entered into, in such amount as he shall find reasonably necessary to protect the best interests of the County. The Director of 30 Public Works may require maintenance bonds for capital improvement

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3 PAGE 297 LIBER

1 projects in an amount and for a duration of time he may deem appropriate.

- (7) The Director shall notify all persons who submitted bids and were not awarded the contract that their bid was not accepted.
 - (g) Capital Improvement Projects.
- (1) Plans and Specifications. When a capital improvement project is to be performed by contract, the Director of Public Works shall prepare or cause to be prepared necessary plans, specifications and cost estimate for submission to the 11 Director of Procurement.
- (2) Invitation to Bid and Public Announcement. 13 Upon receipt of a properly approved capital improvement project, 14 including plans, specifications and cost estimates, the Director 15 shall prepare bid forms, issue invitations to bid and make public announcements as prescribed in this Article for formal competitive bidding or professional or other consultant services.
- (3) Contractor Selection. After evaluation of 19 bids and determination as to the lowest responsible bidder, a 20 contract award notification letter shall be sent by the Director 21 of Procurement to the lowest responsible bidder along with contractual documents for execution by the lowest responsible 23 bidder.
- (4) Contract Execution. Unless extended by the 25 County, the successful bidder must, within ten (10) days after receipt of contract award notification letter and contractual documents, sign and return the contract along with required performance and payment bonds and other pertinent documents to the Director of Procurement. Upon return of the documents to the County, the contract shall be executed by the County Executive or his designee.

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- (5) Notice to Proceed. After the contract has 1 been fully executed, the Director of Procurement shall provide the 3 contractor and the Director of Public Works with a copy of the 4 completed contract and after consultation with the Director of 5 Public Works and the Treasurer issue a "Notice to Proceed" to the contractor.
- (6) Contract Administration, Construction Control 7 and Supervision. The Director shall be responsible for the supervision of the administration of the contract and the Director 10 of Public Works shall be responsible for the supervision of the 11 execution and performance of all contracts for capital projects constructed for Harford County, Maryland, and as agreed upon by 13 and for other using agencies.
- (h) Prohibition Against Subdivision. No contract or 15 purchase shall be subdivided to avoid the requirements of this Chapter.

Section 2-146. Open Market Procedure.

- (a) All purchases of supplies, contractual services and 18 19 all sales of personal property which has become obsolete and 20 unusable of less than the estimated value of Three Thousand 21 Dollars (\$3,000) shall be made in the open market, without 22 newspaper advertisement and without observing the procedure 23 prescribed in Section 2-145 for the award of formal contracts 24 and Section 2-147 for the award of contracts for consultant and 25 other professional services.
- (b) Minimum Number of Solicitations. All open market 27 purchases shall, wherever possible, be based on at least three 28 (3) competitive price quotations, and shall be awarded to the 29 lowest responsible bidder in accordance with the standards set 30 for in Section 2-145 above.

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3 PAGE 299 LIBER

- (c) Notice Inviting Bids. The Director shall solicit 2 price quotations by: (1) Direct mail request to prospective 3 vendors, and/or (2) By telephone, or (3) The solicitation of 4 price quotations should be from as many suppliers as are required 5 to obtain a reasonably complete sampling of the market. The list 6 of potential suppliers should be rotated, always including the 7 current source, so that over a period of time each will be 8 contacted. The solicitation should cover a spread of multiple quantities sufficient to indicate the price breaks or discounts 10 for quantity purchases and possible transportation economics.
- 11 (d) Recording. The Director shall keep a record of all 12 open market orders and the price quotations submitted in 13 competition thereon and such records shall also be open to public 14 inspection.

15 Section 2-147. Consultant and Other Professional Services.

- (a) General. Procurement of consultant and other 17 professional services, except for the employment of special legal 18 counsel pursuant to Section 403(c) of the Charter and physicians' 19 services, shall be through negotiation on the basis of qualifica-20 tion and competence of the prospective consultant, the technical proposal as to the proposed work and the price to the County. The procurement of consultant or other professional services by the County shall be by written contract. The contract shall contain among other things:
 - (1) A complete description of the services to be performed.
 - (2) Time period over which services are to be performed and completion date.

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- (3) Total price to be paid for such services.
- (4) A clause permitting audits of the records of 2 the contractor as they pertain to specific items of the contract 3 with the County. Reimbursable expenses, if any, shall be clearly defined in the contract as to limitations and allowability thereof and shall be expressed in terms of ceilings. Per diem rates, if any, shall include "not to exceed" limits. No consultant or 8 other professional services shall be contracted for on a time or hourly basis unless there shall be established in the contract a 10 ceiling price for the total services to be rendered with the contractor assuming the obligation for completion of all required 12 services at a price not to exceed the ceiling price. Further, 13 contracts for consultants and other professional services shall 14 contain provisions requiring approval of the Director of the 15 Department or using agency that is responsible for the administra-16 tion of the contract of all proposed subcontracts, consultants or 17 associates.
- Qualification Questionnaire. The Director of 18 Procurement, not less than quarterly, by public advertising, will require that all firms interested in providing professional 20 consultant services for Harford County, submit a statement of 21 their area of interest together with a questionnaire similar to the U. S. Government's Standard Form 251 and any other data 23 pertinent to the description of capabilities of their firm. These submissions will be under the supervision of the Director, maintained, reviewed and monitored by the Director of the Department of Public Works or cognizant Department head or using 27 agency. All statements and other data will be updated annually. 28 Insofar as possible, the Director shall list in the advertisement 30 the forthcoming projects and contracts.

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3 PAGE 301 LIBER

- (c) Negotiation Procedures. As services for projects are required, the Director shall appoint a negotiation committee (Committee) of not less than three (3) members, one (1) of which shall be the cognizant using agency head or his designee and two (2) others at the choice of the Director.
- (1) The Committee shall, first, prepare a report indicating the project description, scope of services being 8 sought, funding data, estimated construction costs and, finally, a list of consultants deemed eligible. The list shall include 10 a representative number of qualified firms whose principal place of business is located in the County and will include a total of at least three (3) firms. The number will depend only upon 12 13 apparent qualifications and shall be listed in order of preference. 14 The list will be the result of reviewing all applicable qualification questionnaires. The report shall state, insofar as possible, the reasons for the proposed order of preference.
 - (2) The report will be submitted to the Director for review and comment. If the Director disagrees with the report, he shall state his reasons for the disagreement and make recommendations to the Committee. If the Director disagrees with the report, the Committee shall consider his reasons and recommendations, confirm or modify their report and proceed with negotiations.
- (3) The Committee will negotiate technical and 25 price proposals with at least the three (3) most preferred firms of those firms listed in the finalized order of preference. Committee shall compare the proposals with their finalized report as a basis for negotiations. The Committee shall negotiate with the selected firms without considering the order in which they were listed in the Committee's initial report to the Director.
 - (4) After negotiations are completed, the

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1 Committee shall forward their results to the Director for submission 2 to the Board of Estimates for selection and awarding of the contract.

- Public Announcement of Contract Award. The selection of a consultant and award of all contracts for consulting and other professional services shall be made public by posting on a bulletin board in the County Office Building available to the public information such as:
- (1) Description or general nature of the services 10 contracted for.
 - Performance period covered by the contract.
- (3) Name and address of the firm or person to whom 13 the contract was awarded.
 - (4) Total dollar amount of the contract. Section 2-148. Emergency Purchases.
- (a) By Director. In case of an emergency which requires immediate purchase of supplies or contractual services, the Director is authorized to secure at the lowest obtainable price by open market procedure as herein set forth or from a single source, any supplies or contractual services regardless of the amount of the expenditure, when such purchases are necessary to prevent delays in the work of the using agency which may vitally affect the life, health or general welfare of the citizens of 24 Harford County, Maryland.
- (b) By Head of Department. In case of an emergency, 26 when the Director of Procurement is not available to make the required purchase, the head of any using agency may purchase any supplies or contractual services needed to prevent delays in the work of the using agency which may vitally affect the life. health or general welfare of citizens.

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- (1) Recorded Explanation. The head of such using 2 agency shall send to the Director a requisition and a copy of the 3 delivery record together with a full written report of the circumstances of the emergency.
- (2) Emergency Procedure. The Director shall prescribe by rules and regulations the procedure under which 7 emergency purchases by heads of using agencies may be made. 8 Section 2-149. Purchase of Proprietary Items or Services 9 Including Consultant or Other Professional Services from a 10 Single Source.
- 11 (a) When the County requires supplies, equipment or 12 services including consultant or other professional services 13 which are proprietary with one (1) producer or available from only 14 one (1) source of supply, the Director of Procurement shall appoint 15 a negotiation committee as provided for in Section 2-147 which 16 shall negotiate with that single source and recommend a contract to the awarding authority. Section 2-150. Services Set by Law. 18
- (a) Services for which the rate or price is fixed by a 19 20 public authority authorized by law to fix rates or prices shall be contracted for without competitive bidding. 22 Section 2-151. Blanket Order Agreements.
- (a) To reduce the administrative workload of the 23 24 Department of Procurement and expedite purchase of supplies, the 25 Director of Procurement may establish Blanket Order Agreements (charge accounts) with selected suppliers for such commodities as automotive repair parts, stationery and office supplies and 27 28 other categories of supplies as may be determined by the Director of Procurement. Blanket Order Agreements shall include instructions as to order placement, dollar limitations, billing instructions 30

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and listing of persons authorized to place orders. The Director of Procurement shall authorize individuals assigned to requiring 3 agencies to place orders against Blanket Order Agreements: however. 4 the amount of any single order placed against a Blanket Order 5 Agreement shall not exceed Fifty Dollars (\$50), with the exception 6 of repair items for equipment and plant facilities not exceeding 7 Five Hundred Dollars (\$500). The Director of Procurement shall 8 issue a purchase order at the end of each month covering all 9 orders delivered during the month under each Blanket Order 10 Agreement. The Director of Procurement shall also periodically 11 audit orders placed against Blanket Order Agreements by authorized 12 individuals to assure conformance to good purchasing standards. 13 Section 2-152. Price Agreement Contracts.

(a) The Director of Procurement may enter into price 15 agreement contracts for supplies on which there are repetitive 16 requirements over a period of time by one (1) or more requiring 17 agencies. Price agreement contracts shall normally be entered 18 into under the formal contract procedure herein set forth and shall normally be on a yearly basis. Orders for specific supplies 20 covered by price agreement contracts shall be by purchase order 21 issued by the Director of Procurement at prices indicated in the 22 price agreement contract.

23 Section 2-153. Time and Material Contracts.

(a) In those instances where it may be impossible to 25 accurately price in advance certain work to be performed, the 26 Director of Procurement shall appoint a negotiation committee as 27 provided in Section 2-147 which shall negotiate a purchase order 28 or contract which shall state the category or categories of labor 29 proposed and hourly rates specifically applicable thereto. 30 Material prices shall be fair and reasonable and in line with

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current market prices. Time and material contracts shall not be used unless the Director of Procurement determines that no 3 other type contract would be more suitable and in the best interests of the County for the particular requirement. All time and material contracts shall include a maximum price and shall contain a clause permitting audits of the records of the contractor as they pertain to the contract with the County. Section 2-154. Petty Expenditures Revolving Fund.

- (a) The County Executive is hereby authorized to recommend an appropriation to a fund which shall be known as 11 the Petty Expenditures Revolving Fund. From this fund shall be paid all purchases not in excess of Fifty Dollars (\$50) each, made by the heads of using agencies for incidentals, with the approval 14 of the Director.
- (b) Accounting. At the end of each month, the Director 16 shall render to the County Treasurer a statement showing the actual expenditures for each using agency so made out of such 17 Petty Expenditures Revolving Fund, and the County Treasurer shall reimburse said revolving fund for such expenditures in the same manner as other expenditures of such using agencies are paid.
- 21 (c) Rules and Regulations. The Director shall 22 promulgate rules and regulations for use of the Petty Expenditures Revolving Fund. 23
- 24 Section 2-155. Central Warehousing.
 - The Director shall control and supervise storerooms and warehouses and shall administer the Storerooms Revolving Fund.
 - Storerooms Revolving Fund. The County Executive is hereby authorized to recommend an appropriation to a fund which shall be known as the Storerooms Revolving Fund.
 - (1) Accounting Procedure. Requisitions from

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supplies in a storeroom or warehouse shall be credited by the Storerooms Revolving Fund by a charge against the appropriation of the using agency.

- (2) Inventory. The Director shall maintain a perpetual inventory record of all materials, supplies or equipment stored in storerooms and warehouses.
- Section 2-156. Legal Review.

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- (a) Purchase agreements and all proposed contracts shall be reviewed by the Department of Law for legal sufficiency. It shall be the responsibility of the Department of Law to draft special clauses for contracts such as, but not limited to, liquidated damages, warranties, nondiscrimination and other special provisions to protect the interests of the County. Section 2-157. Inspection and Testing.
- (a) The Director shall inspect, or supervise the inspection of, all deliveries of supplies or materials to determine their conformance with the specifications set forth in the order or contract.
- Inspection by Using Agency. The Director shall have the authority to authorize using agencies having the staff and facilities for adequate inspection to inspect all deliveries made and services rendered to such using agencies under rules and regulations which the Director shall prescribe.
- (c) Tests. The Director shall have the authority 25 to require chemical and physical tests of samples submitted with 26 bids and samples of deliveries which are necessary to determine their quality and conformance with the specifications. In the performance of such tests, the Director shall have the authority to make use of laboratory facilities of any agency of the County Government or of any outside laboratory.

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1	(d) Purchase Orders. Inspection and acceptance of
2	supplies, equipment or services purchased by a purchase order
3	or from petty cash shall be made by qualified personnel of the
4	requiring agency. Unacceptable supplies, equipment or services
5	shall be reported to the Director of Procurement for appropriate
6	corrective action.
7	Section 2-158. Sale or Other Disposition of Surplus Supplies
8	and Equipment.
9	(a) With the approval of the County Executive, the
10	Director shall be responsible for the disposition of surplus,
11	obsolete and scrap supplies and equipment.
12	(b) Equipment shall be disposed of in the following
13	order of priority:
14	(1) Transfer to other County departments or
15	agencies.
16	(2) Outright sale or exchange.
17	(3) Trade-in.
18	(4) Donation to institutions or public service
19	organizations.
20	(5) Scrapping.
21	Note: (2) and (3) above have equal priority, and
22	the preference order shall be determined by the Director of
23	Procurement.
24	(c) Surplus Property Listings. All agencies shall,
25	at the end of each fiscal year quarter, submit to the Director of
26	Procurement a listing of any property which is surplus to their
27	needs. Following receipt of these listings, the Director of
28	Procurement shall consolidate and circularize the surplus items
29	list to all agencies to determine whether inter-agency transfer
30	is appropriate and in the best interest of the County. The
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1 listing shall include a full nomenclature of each item and shall 2 indicate its condition.

- (d) Disposal Methods. The Director of Procurement, 3 4 following circularization of the surplus list to agencies and 5 determination that transfer is not appropriate, shall either 6 offer surplus property for sale or exchange for other property 7 of an approximate equivalent value or shall offer the property as 8 trade-in for the purchase of similar property, whichever is 9 determined to be in the best interests of the County. Formal 10 contract procedure shall be utilized for the sale of property. 11 If transfer, sale, exchange or trade-in are determined not to 12 be appropriate, the property may be donated to institutions or 13 public service agencies, if such donation is considered to be 14 appropriate for the institutions or public service agencies. 15 Otherwise, the property shall be scrapped and included in a sale 16 to the public along with other scrap material. Material having 17 no saleable value shall be destroyed by appropriate means, conforming to current ecological procedures.
- (e) Sales under this Section shall be made to the highest responsible bidder. 21 Section 2-159. Cooperative Purchasing.
- (a) The Director shall, with the approval of the 23 County Executive, have the authority to join with other units 24 of government in cooperative purchasing plans when the best interests of the County would be served thereby. Section 2-160. Records and Reports.
 - (a) There shall be maintained in the Department of Procurement complete files applicable to all purchases made by the County. Such records shall include, but not be limited to:
 - (1) Purchase requisitions.

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1	(2) Purchase Orders.
2.	(3) Contracts.
3	(4) Pre-award and post-award documentation and
4	correspondence pertaining to each purchase order and contract.
5	(5) General correspondence files.
6	(6) Catalog and pricing information files.
7	(7) Bidders' lists.
8	(8) Qualification questionnaires for consultant
9	and other professional services.
10	(9) Report files. Records pertaining to purchase
11	orders and contracts and pre-award and post-award documentation
12	shall be maintained for the current County fiscal year and three (3
13	fiscal years subsequent to the year which the contract is
14	completed. These records shall be open to public inspection at
15	all times.
16	(b) Emergency Purchases Report. The Director of
17	Procurement shall submit to the County Executive a monthly report
18	of all emergency purchases made during the month. Such report
19	shall include:
20	(1) Description of item or service purchased.
21	(2) Price.
22	(3) Name and address of vendor.
23	(4) Necessity for emergency purchase.
24	(5) The requiring agency. Emergency purchases
25	must be reported to the County Council prior to the next
26	legislative session day after the purchase is made.
27	(c) Report of Consultant and Other Professional
28	Services Contracts. The Director of Procurement shall submit
29	through the County Executive to the County Council a monthly
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1 report of all contracts for consultant and other professional services awarded during the month. Such report shall include:

- Description or nature of work. (1)
- (2) Contract price.
- Name and address of the contractor.
- (4) Requiring agency.
- 7 Additional Reports. The Director of Procurement shall submit any additional reports pertaining to the functions and operations of the Department of Procurement as may be directed by the County Executive or the County Council. Section 2-161. Personal Liability. 11
- (a) Any officer, agent, or employee of the County, or 13 person, firm or corporation doing business with Harford County 14 who knowingly violates the provisions of this Chapter shall be 15 personally liable for any losses incurred by Harford County.
- 16 (b) Removal or Discharge for Cause. Any officer or 17 employee who violates the provisions of this Chapter shall be subject to discharge or removal from office for cause or such 19 lesser disciplinary action as may be appropriate in accordance with the personnel laws and regulations of Harford County. Section 2-162. Penalties. 21
- 22 (a) Any person, firm or corporation found guilty of 23 violating any of the provisions of this Article shall be deemed 24 guilty of a misdemeanor and upon conviction thereof shall be 25 fined in an amount not exceeding One Thousand Dollars (\$1,000) or 26 be imprisoned in the Harford County Detention Center for a period not exceeding six (6) months, or both so fined and imprisoned. 27 28 Each day such violation is committed or permitted to continue 29 shall constitute a separate offense and shall be punishable as 30 such hereunder.

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1 Section 2. And Be It Further Enacted, that if any provision or provisions of this Act, or the particular application thereof, 3 shall be held to be invalid, the remaining provisions and their 4 application shall not be affected thereby. Should any provision hereof be inconsistent with any rule, regulation or policy of 6 any other agency having jurisdiction, such provision shall be 7 invalid, but the remaining provisions and their application shall 8 not be affected thereby. Section 3. And Be It Further Enacted, that all laws and parts of 10 laws in conflict with the provisions of this Act are hereby 11 repealed. 12 Section 4. And Be It Further Enacted, that this Act is hereby 13 declared to be an Emergency Act, necessary for the protection of 14 County funds and shall take effect on the date it becomes law. 15 EFFECTIVE: January 24, 1977 16 17 18 19 20 The Secretary of the Council does hereby 21

The Secretary of the Council toes herety certify that fifteen (15) copies of this bill are immediately available for distribution to the public and the press.

Angle Mukowski

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BY THE COUNCIL

Read the third time.
Passed LSD 77-3 January 18, 1977 (with xmendments)
Railed×86×8eesage
By order
angle Machineli, Secretary
Sealed with the County Seal and presented to the County Executive for his approval this 19th day of January , 19 77
at 3:00 o'clock P.M.
APPROVED:
County Executive Date 1-24-77
BY THE COUNCIL
This Bill, having been approved by the Executive
and returned to the Council, becomes law on January 24, 1977.

EFFECTIVE DATE: January 24, 1977

Gold for record / 81977 at 2:45 The same day recorded & examined. For H. Douglas Chilcoat, Clerk